

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

APR 14 2004

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02102B
Rancho Del Conejo Community Water Co-op Inc.
13000 W. Rutasill Road
Tucson, AZ 85743-0000

ANNUAL REPORT

FOR YEAR ENDING

| | | |
|-----------|-----------|-------------|
| 12 | 31 | 2003 |
|-----------|-----------|-------------|

FOR COMMISSION USE

| | |
|--------------|-----------|
| ANN04 | 03 |
|--------------|-----------|

COMPANY INFORMATION

| | | | |
|---|-----------------------------|------------------------------------|--|
| Rancho Del Conejo Community Water Co-op, Inc. | | | |
| Company Name (Business Name) _____ | | | |
| Mailing Address <u>13000 W. Rudasill Rd.</u> | | | |
| (Street) | | | |
| <u>Tucson</u> | <u>Arizona</u> | <u>85743</u> | |
| (City) | (State) | (Zip) | |
| <u>(520) 682-8335</u> | <u>(520) 682-8335</u> | <u>Pg. (520) 531-5726</u> | |
| (Telephone No. (Include Area Code)) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| E-mail Address <u>RDC_Water@NETZERO.NET</u> | | | |
| Local Office Mailing Address <u>13000 W. Rudasill Rd.</u> | | | |
| (Street) | | | |
| <u>Tucson</u> | <u>Arizona</u> | <u>85730</u> | |
| (City) | (State) | (Zip) | |
| <u>(520) 682-8335</u> | <u>(520) 682-8335</u> | <u>Pg. (520) 682-8335</u> | |
| (Telephone No. (Include Area Code)) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| E-mail Address <u>RDC_Water@NETZERO.NET</u> | | | |

MANAGEMENT INFORMATION

| | | | |
|---|-----------------------------|------------------------------------|--------------------|
| Management Contact: | | <u>Randy Rist</u> | <u>Sec./Treas.</u> |
| | | (Name) | (Title) |
| <u>13000 W. Rudasill Rd.</u> | <u>Tucson</u> | <u>AZ</u> | <u>85743</u> |
| (Street) | (City) | (State) | (Zip) |
| <u>(520) 682-0708</u> | | | |
| (Telephone No. (Include Area Code)) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| E-mail Address _____ | | | |
| On Site Manager: | | <u>Dana Epley</u> | |
| | | (Name) | |
| <u>13000 W. Rudasill Rd.</u> | <u>Tucson</u> | <u>AZ</u> | <u>85743</u> |
| (Street) | (City) | (State) | (Zip) |
| <u>(520) 682-8335</u> | <u>(520) 682-8335</u> | <u>Pg. (520) 682-8335</u> | |
| (Telephone No. (Include Area Code)) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |
| E-mail Address <u>RDC_Water@NETZERO.NET</u> | | | |

Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Michael A. Curtis

| | | | |
|-----------------------------------|-----------------------------|------------------------------------|--------------|
| 2712 N. 7 th Street | (Name) Phoenix | AZ | 85006 |
| (Street) | (City) | (State) | (Zip) |
| (602) 248-0372 | (602) 266-8290 | | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |

Attorney: Larry Udall

| | | | |
|-----------------------------------|-----------------------------|------------------------------------|--------------|
| 2712 N. 7 th Street | Tucson | AZ | 85006 |
| (Street) | (City) | (State) | (Zip) |
| (602) 248-0372 | (602) 266-8290 | | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) | |

Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> SAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME **Rancho Del Conejo Community Water Co-op, Inc.**

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|-----------|--|--------------------|-------------------------------|-----------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 10,342.24 | ----- | 10,342.24 |
| 304 | Structures and Improvements | 6,200.05 | 4,116.09 | 2,083.96 |
| 307 | Wells and Springs | 71,213.17 | 43,254.04 | 27,959.13 |
| 311 | Pumping Equipment | 139,594.13 | 19,769.04 | 119,825.09 |
| 320 | Water Treatment Equipment | | | |
| 330 | Distribution Reservoirs and Standpipes | 90,349.37 | 6,970.02 | 83,379.35 |
| 331 | Transmission and Distribution Mains | 329,878.37 | 59,594.78 | 270,283.59 |
| 338 | Services | | | |
| 339 | Meters and Meter Installations | 18,618.63 | 7,086.66 | 11,531.97 |
| 339 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | 105,109.60 | 11,912.42 | 93,197.18 |
| 340 | Office Furniture and Equipment | 6,310.79 | 5,109.92 | 1,200.87 |
| 340 | Transportation Equipment | 9800.22 | 8,833.55 | 966.67 |
| 343 | Tools, Shop and Garage Equipment | 213.11 | 71.15 | 141.96 |
| 341 | Laboratory Equipment | | | |
| 347 | Power Operated Equipment | 11,900.00 | 11,900.00 | ----- |
| 340 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | 10,099.48 | 8969.95 | 1,129.53 |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 809,629.16 | 187,587.62 | 622,041.54 |

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Asset No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 10,342.24 | n/a | ----- |
| 304 | Structures and Improvements | 2,947.33 | S L 10 | 266.94 |
| 307 | Wells and Springs | 32,260.54 | S L 25 | 1,290.42 |
| 311 | Pumping Equipment | 139,594.13 | S L 20 | 7,025.91 |
| 320 | Water Treatment Equipment | 0.00 | S L | ----- |
| 330 | Distribution Reservoirs and Standpipes | 90,349.37 | S L 10 | 3,613.97 |
| 331 | Transmission and Distribution Mains | 317,904.31 | S L 25 | 12,716.17 |
| 333 | Services | 0.00 | S L | ----- |
| 334 | Meters and Meter Installations | 17,571.40 | S L 20 | 874.56 |
| 335 | Hydrants | 0.00 | S L | ----- |
| 336 | Backflow Prevention Devices | 0.00 | S L | ----- |
| 339 | Other Plant and Misc. Equipment | 105,109.60 | S L 25 | 4,204.38 |
| 340 | Office Furniture and Equipment | 1,825.89 | S L 5 | 363.92 |
| 341 | Transportation Equipment | 5,800.00 | S L 5 | 1,160.00 |
| 342 | Tools, Shop and Garage Equipment | 213.11 | S L | 42.62 |
| 344 | Laboratory Equipment | 0.00 | S L | ----- |
| 345 | Power operated Equipment | | S L 5 | |
| 346 | Communication Equipment | | S L | |
| 347 | Miscellaneous Equipment | 6,934.03 | S L 5 | 546.14 |
| 348 | Other Tangible Plant | 0.00 | S L | ----- |
| | TOTALS | 730,851.95 | | 32,105.03 |

This amount goes on the Comparative Statement of Income and Expense

Account 403

BALANCE SHEET

| Account No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-----------------------------------|---|------------------------------------|------------------------------|
| ASSETS | | | |
| CURRENT AND ACCRUED ASSETS | | | |
| 131 | Cash | \$29,997.58 | \$59,940.60 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 1,832.06 | 2,609.33 |
| 146 | Notes Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | 1,249.00 | 1,249.00 |
| 162 | Prepayments | 4,152.00 | 5,185.50 |
| 174 | Miscellaneous Current and Accrued Assets | 16,489.00 | 14,487.63 |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$53,719.64 | \$83,472.06 |
| FIXED ASSETS | | | |
| 101 | Utility Plant in Service | \$809,350.82 | \$809,629.16 |
| 103 | Property Held for Future Use | | |
| 107 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation -- Utility Plant | 155,482.42 | 187,587.62 |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation -- Non Utility | | |
| | TOTAL FIXED ASSETS | \$653,868.40 | \$622,041.54 |
| | TOTAL ASSETS | \$707,588.04 | \$705,513.60 |

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

BALANCE SHEET (CONTINUED)

| | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-----|---|---|---------------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$ | \$ |
| 232 | Notes Payable (Current Portion) | 1822.63 | 2548.89 |
| 234 | Notes Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | 8220.00 | 8920.00 |
| 236 | Accrued Taxes | | |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | 1254.43 | 1196.20 |
| | TOTAL CURRENT LIABILITIES | \$11,297.06 | \$12,665.09 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 229 | Long-Term Notes and Bonds | \$261,018.64 | \$257,812.28 |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | 25,453.06 | 24,217.91 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | 276,890.00 | 277,520.00 |
| 272 | Less: Amortization of Contributions | | |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$302,343.06 | \$301,737.91 |
| | TOTAL LIABILITIES | \$574,658.76 | \$572,215.28 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 210 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | 132,929.28 | 133,298.32 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$132,929.28 | \$133,298.32 |
| | TOTAL LIABILITIES AND CAPITAL | \$707,588.04 | \$705,513.60 |

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Account No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|-------------|---|----------------------|----------------------|
| 451 | Metered Water Revenue | \$121,586.11 | \$121,415.30 |
| 459 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | 8,366.41 | 7,459.46 |
| | TOTAL REVENUES | \$129,952.52 | \$128,874.76 |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$29,173.69 | \$30,061.80 |
| 619 | Purchased Water | 0.00 | 0.00 |
| 615 | Purchased Power | 21,076.45 | 21,533.02 |
| 618 | Chemicals | 0.00 | 0.00 |
| 620 | Repairs and Maintenance | 2,635.75 | 3,320.09 |
| 621 | Office Supplies and Expense | 5,407.38 | 4,870.85 |
| 630 | Outside Services | 7,265.37 | 1,800.00 |
| 635 | Water Testing | 1,461.86 | 1,210.14 |
| 641 | Rents | 0.00 | 0.00 |
| 680 | Transportation Expenses | 312.91 | 1,041.97 |
| 687 | Insurance - General Liability | 2,111.61 | 6,657.50 |
| 689 | Insurance - Health and Life | 0.00 | 0.00 |
| 695 | Regulatory Commission Expense - Rate Case | 0.00 | 0.00 |
| 698 | Miscellaneous Expense | 1,862.08 | 2,130.52 |
| 403 | Depreciation Expense | 32,786.90 | 32,105.03 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 10,544.38 | 11,064.51 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$112,738.38 | \$115,795.41 |
| | OPERATING INCOME/(LOSS) | \$17,214.14 | \$13,079.35 |
| | OTHER INCOME/(EXPENSE) | | |
| 119 | Interest and Dividend Income | \$ | \$18.59 |
| 121 | Non-Utility Income | | 1,996.04 |
| 126 | Miscellaneous Non-Utility Expenses | | (1,634.25) |
| 427 | Interest Expense | (12,099.75) | (13,083.90) |
| | TOTAL OTHER INCOME/(EXPENSE) | \$(12,099.75) | \$(12,703.52) |
| | NET INCOME/(LOSS) | \$5114.39 | \$375.81 |

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|--------------------------|---------|---------|---------|
| | June 16, 2000 | | | |
| Date Issued | U.S.D.A. | | | |
| Source of Loan | 61733 | | | |
| Act. Decision No. | Improvements to Plant | | | |
| Reason for Loan | | | | |
| Dollar Amount Issued | \$266,300.00 | \$ | \$ | \$ |
| Amount Outstanding | \$258,443.95 | \$ | \$ | \$ |
| Date of Maturity | June 30, 2041 | | | |
| Interest Rate | 5% | % | % | % |
| Current Year Interest | \$13,083.90 | \$ | \$ | \$ |
| Current Year Principle | \$2574.69 | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End \$ 8,920.00

Meter Deposits Refunded During the Test Year \$ 1,700.00

COMPANY NAME **Rancho Del Conejo Community Water Co-op, Inc.**

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-622894 | 7.5 | 45 | 600" | 8" | 2½" | 1967 |
| 55-622895 | 40 | 200 | 525" | 12" | 3" | 1972 |
| 55-679159 | 40 | 200 | 800" | 8" | 3" | 2000 |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* ADWR ID Number: Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|----------------|--|
| none | | |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 5 | 1 | | |
| 10 | 2 | | |
| 20 | 1 | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 150,000 gal | 1 | | |
| 20,000 gal | 1 | 1000 | 1 |
| | | | |
| | | | |

COMPANY NAME **Rancho Del Conejo Community Water Co-op, Inc.**

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | P.V.C. | 4040 |
| 3 | P.V.C. | 2640 |
| 4 | P.V.C. | 14880 |
| 5 | | |
| 6 | P.V.C. | 28640 |
| 8 | P.V.C. | 300 |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | 289 |
| 3/4 | 13 |
| 1 | 4 |
| 1 1/2 | |
| 2 | |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Tubo 4 | |
| Comp. 6 | |
| Tubo 6 | |
| | |
| Total | 306 |

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

none

STRUCTURES:

none

OTHER

COMPANY NAME: Rancho Del Conejo Community Water Co-op, Inc.

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD | GALLON PUMPED (Thousands) |
|-----------|---------------------|--------------|---------------------------|
| JANUARY | 302 | 2,351,000 | 2,530,000 |
| FEBRUARY | 302 | 2,034,000 | 2,217,000 |
| MARCH | 303 | 2,138,000 | 2,348,000 |
| APRIL | 299 | 3,895,000 | 4,076,000 |
| MAY | 300 | 4,062,000 | 4,115,000 |
| JUNE | 301 | 4,669,000 | 4,970,000 |
| JULY | 298 | 5,363,000 | 5,741,000 |
| AUGUST | 298 | 3,838,000 | 4,208,000 |
| SEPTEMBER | 299 (est.) | 3,000,000 | 4,152,000 |
| OCTOBER | 304 | 3,927,000 | 3,400,000 |
| NOVEMBER | 305 | 2,672,000 | 2,890,000 |
| DECEMBER | 306 | 2,430,000 | 2,446,000 |
| TOTAL | | N/A | 43,093,000 |

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 55-622894 12 mg/l

(If more than one well, please list each separately.)

55-622895 10 mg/l

55-579159 14 mg/l

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc. YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 11,064.51

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Rancho Del Conejo Community Water Co-op, Inc.

YEAR ENDING 12/31/2003

INCOME TAXES

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For this reporting period, provide the following:

| | |
|---|---|
| Federal Taxable Income Reported | 0 |
| Estimated or Actual Federal Tax Liability | 0 |
| State Taxable Income Reported | 0 |
| Estimated or Actual State Tax Liability | 0 |

Z CORPORATION COMMISSION
DIRECTOR OF UTILITIESAmount of Grossed-Up Contributions/Advances:

| | |
|---|--------|
| Amount of Contributions/Advances | 630.00 |
| Amount of Gross-Up Tax Collected | |
| Total Grossed-Up Contributions/Advances | |

Decision No. 5574 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company; or the sole proprietor, if a sole proprietorship.



SIGNATURE

4-13-04

DATE

Randy Rist

PRINTED NAME

Sec. / Treas.

TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

APR 14 2004

VERIFICATION

STATE OF

OF THE UNDERSIGNED

OF THE

| | |
|--------------------------------|--|
| COUNTY OF (COUNTY NAME) | <u>Pima</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>Randy Rist Sec/Treas</u> |
| COMPANY NAME | <u>Rancho Del Cerezo Community Water Corp Inc.</u> |

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-----------|-----------|-------------|
| MONTH | DAY | YEAR |
| <u>12</u> | <u>31</u> | <u>2003</u> |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 135,677.92

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 6803.16

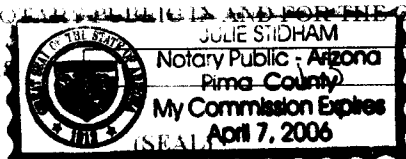
IN SALES TAXES BILLED, OR COLLECTED)

REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE (EXPLAIN IN DETAIL)

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

| | |
|-------------|--------------|
| COUNTY NAME | <u>Pima</u> |
| MONTH | <u>April</u> |
| YEAR | <u>2004</u> |

SIGNATURE OF OWNER OR OFFICIAL
R. Rist
(520) 682 8335

TELEPHONE NUMBER

SIGNATURE OF NOTARY PUBLIC
Julie Stidham

MY COMMISSION EXPIRES 4/7/2006

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

APR 14 2004

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | |
|--|---------------------------|
| COUNTY OF (COUNTY NAME) <u>Pima</u> | |
| NAME (OWNER OR OFFICIAL) <u>Randy Rist</u> | TITLE <u>Sec/Treas</u> |
| COMPANY NAME <u>Rancho Del Conejo Community Water Corp Inc.</u> | |

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2003 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 135,677.92

(THE AMOUNT IN BOX AT LEFT

INCLUDES \$ 6,803.16

IN SALES TAXES BILLED, OR COLLECTED)

RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

R. Rist

SIGNATURE OF OWNER OR OFFICIAL

(520) 682-8335

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

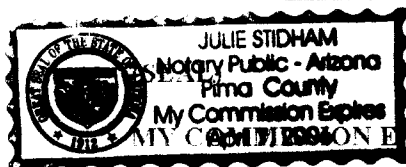
(NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

13

DAY OF

| | |
|--|-------------|
| NOTARY PUBLIC NAME <u>Julie Stidham</u> | |
| COUNTY NAME <u>Pima</u> | |
| DATE <u>April</u> | <u>2004</u> |



MY COMMISSION EXPIRES 4/17/2006

Julie Stidham

SIGNATURE OF NOTARY PUBLIC

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
RANDY RIST/SEC-TREAS
13000 W RUDASILL RD

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2003 REAL ESTATE TAXES

| BOOK | MAP | PARCEL | TOTAL TAX ASSESSED | | DATE | |
|--------------|-------------|--------|--------------------|---------------|------------|---------|
| 213 | 12 | 0820 | \$ 21.62 | | 11/19/2003 | |
| PAYMENTS | | | | | | |
| PAYMENT DATE | DESCRIPTION | | TAX PAID | INTEREST PAID | FEES PAID | TOTAL |
| 10/01/2003 | FULL YEAR | | \$21.62 | \$0.00 | \$0.00 | \$21.62 |
| TOTAL PAID | | | \$21.62 | \$0.00 | \$0.00 | \$21.62 |

| PROPERTY ADDRESS | TAX YEAR 2003 BALANCE DUE | |
|------------------|---------------------------|--------|
| | DESCRIPTION | AMOUNT |
| | FIRST HALF TAX DUE | \$0.00 |
| | SECOND HALF TAX DUE | \$0.00 |
| | NSF FEE DUE | \$0.00 |
| | RECLAIMED REFUND DUE | \$0.00 |
| | TOTAL AMOUNT DUE | \$0.00 |

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

115 North Church Avenue - Tucson, Arizona 85701-1199 - Phone (520) 740-8341 - Fax (520) 884-4809

Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
RANDY RIST/SEC-TREAS
13000 W RUDASILL RD

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2003 REAL ESTATE TAXES

| BOOK | MAP | PARCEL | TOTAL TAX ASSESSED | DATE |
|------|-----|--------|--------------------|------------|
| 213 | 12 | 150J | \$ 622.84 | 11/19/2003 |

PAYMENTS

| PAYMENT DATE | DESCRIPTION | TAX PAID | INTEREST PAID | FEES PAID | TOTAL |
|--------------|-------------|----------|---------------|-----------|----------|
| 10/01/2003 | FIRST HALF | \$311.42 | \$0.00 | \$0.00 | \$311.42 |
| | TOTAL PAID | \$311.42 | \$0.00 | \$0.00 | \$311.42 |

PROPERTY ADDRESS

013130 W RUDASILL RD

TAX YEAR 2003 BALANCE DUE

| DESCRIPTION | AMOUNT |
|-------------------------|-----------------|
| FIRST HALF TAX DUE | \$0.00 |
| SECOND HALF TAX DUE | \$311.42 |
| NSF FEE DUE | \$0.00 |
| RECLAIMED REFUND DUE | \$0.00 |
| TOTAL AMOUNT DUE | \$311.42 |

ADDITIONAL INFORMATION

FIRST HALF TAXES ARE DUE 10/01/2003 AND DELINQUENT AFTER 11/03/2003. SECOND HALF TAXES ARE DUE 03/01/2004 AND DELINQUENT AFTER 05/03/2004. INTEREST CHARGES ACCRUE FOR PAYMENTS MADE AFTER DELINQUENCY DATES. FOR PAYMENT INFORMATION AFTER DELINQUENCY DATES, PLEASE CALL (520) 740-8341 OR VISIT WWW.TO.PIMA.GOV

Thank you for your payment!

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Beth Ford
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RANDY RIST/SEC-TREAS
13000 W RUDASILL RD

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2003 REAL ESTATE TAXES

| BOOK | MAP | PARCEL | TOTAL TAX ASSESSED | DATE |
|------|-----|--------|--------------------|------------|
| 213 | 12 | 3100 | \$ 84.68 | 11/19/2003 |

| PAYMENTS | | | | | |
|--------------|-------------|----------|---------------|-----------|---------|
| PAYMENT DATE | DESCRIPTION | TAX PAID | INTEREST PAID | FEES PAID | TOTAL |
| 10/01/2003 | FULL YEAR | \$84.68 | \$0.00 | \$0.00 | \$84.68 |
| | TOTAL PAID | \$84.68 | \$0.00 | \$0.00 | \$84.68 |

PROPERTY ADDRESS

TAX YEAR 2003 BALANCE DUE

| DESCRIPTION | AMOUNT |
|-------------------------|---------------|
| FIRST HALF TAX DUE | \$0.00 |
| SECOND HALF TAX DUE | \$0.00 |
| NSF FEE DUE | \$0.00 |
| RECLAIMED REFUND DUE | \$0.00 |
| TOTAL AMOUNT DUE | \$0.00 |

Thank you for your payment!

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PIMA COUNTY TREASURER

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Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

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PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
RANDY RIST/SEC-TREAS
13000 W RUDASILL RD

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2003 REAL ESTATE TAXES

| BOOK | MAP | PARCEL | TOTAL TAX ASSESSED | DATE |
|------|-----|--------|--------------------|------------|
| 923 | 20 | 6020 | \$ 9,228.14 | 11/19/2003 |

| PAYMENTS | | | | | |
|--------------|-------------|------------|---------------|-----------|------------|
| PAYMENT DATE | DESCRIPTION | TAX PAID | INTEREST PAID | FEES PAID | TOTAL |
| 10/01/2003 | FIRST HALF | \$4,614.07 | \$0.00 | \$0.00 | \$4,614.07 |
| | TOTAL PAID | \$4,614.07 | \$0.00 | \$0.00 | \$4,614.07 |

PROPERTY ADDRESS

TAX YEAR 2003 BALANCE DUE

| DESCRIPTION | AMOUNT |
|-------------------------|-------------------|
| FIRST HALF TAX DUE | \$0.00 |
| SECOND HALF TAX DUE | \$4,614.07 |
| NSF FEE DUE | \$0.00 |
| RECLAIMED REFUND DUE | \$0.00 |
| TOTAL AMOUNT DUE | \$4,614.07 |

ADDITIONAL INFORMATION

FIRST HALF TAXES ARE DUE 10/01/2003 AND DELINQUENT AFTER 11/03/2003. SECOND HALF TAXES ARE DUE 03/01/2004 AND DELINQUENT AFTER 05/03/2004. INTEREST CHARGES ACCRUE FOR PAYMENTS MADE AFTER DELINQUENCY DATES. FOR PAYMENT INFORMATION AFTER DELINQUENCY DATES, PLEASE CALL (520) 740-8341 OR VISIT WWW.TO.PIMA.GOV

Thank you for your payment!

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Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

PIMA COUNTY TREASURER'S OFFICE

PIMA COUNTY TAX RECEIPT

RANCHO DEL CONEJO COMMUNITY WATER
CO-OP
RANDY RIST/SEC-TREAS
13000 W RUDASILL ROAD
TUCSON AZ 85743

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2003 REAL ESTATE TAXES

| BOOK | MAP | PARCEL | TOTAL TAX ASSESSED | DATE |
|------|-----|--------|--------------------|-----------|
| 923 | 20 | 6020 | \$ 9,228.14 | 3/30/2004 |

PAYMENTS

| PAYMENT DATE | DESCRIPTION | TAX PAID | INTEREST PAID | FEES PAID | TOTAL |
|--------------|-------------|------------|---------------|-----------|------------|
| 03/17/2004 | SECOND HALF | \$4,614.07 | \$0.00 | \$0.00 | \$4,614.07 |
| | TOTAL PAID | \$4,614.07 | \$0.00 | \$0.00 | \$4,614.07 |

PROPERTY ADDRESS

TAX YEAR 2003 BALANCE DUE

| DESCRIPTION | AMOUNT |
|----------------------|--------|
| FIRST HALF TAX DUE | \$0.00 |
| SECOND HALF TAX DUE | \$0.00 |
| NSF FEE DUE | \$0.00 |
| RECLAIMED REFUND DUE | \$0.00 |
| TOTAL AMOUNT DUE | \$0.00 |

Thank you for your payment!

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PIMA COUNTY TREASURER

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Beth Ford
Pima County Treasurer



Patti Davidson
Chief Deputy Treasurer

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CO-OP
RANDY RIST/SEC-TREAS
13000 W RUDASILL ROAD
TUCSON AZ 85743

THIS IS YOUR RECEIPT FOR PAYMENT(S) OF 2003 REAL ESTATE TAXES

| BOOK | MAP | PARCEL | TOTAL TAX ASSESSED | DATE |
|------|-----|--------|--------------------|-----------|
| 213 | 12 | 150J | \$ 622.84 | 3/30/2004 |

| PAYMENTS | | | | | |
|--------------|-------------|----------|---------------|-----------|----------|
| PAYMENT DATE | DESCRIPTION | TAX PAID | INTEREST PAID | FEES PAID | TOTAL |
| 03/17/2004 | SECOND HALF | \$311.42 | \$0.00 | \$0.00 | \$311.42 |
| | TOTAL PAID | \$311.42 | \$0.00 | \$0.00 | \$311.42 |

| PROPERTY ADDRESS | TAX YEAR 2003 BALANCE DUE | |
|----------------------|---------------------------|--------|
| | DESCRIPTION | AMOUNT |
| 013130 W RUDASILL RD | FIRST HALF TAX DUE | \$0.00 |
| | SECOND HALF TAX DUE | \$0.00 |
| | NSF FEE DUE | \$0.00 |
| | RECLAIMED REFUND DUE | \$0.00 |
| | TOTAL AMOUNT DUE | \$0.00 |

Thank you for your payment!

BETH FORD
PIMA COUNTY TREASURER

115 North Church Avenue - Tucson, Arizona 85701-1199 - Phone (520) 740-8341 - Fax (520) 884-4809

PIMA COUNTY TAX RECEIPT

FOR PAYMENT OF 2003 PERSONAL PROPERTY TAXES

| REFERENCE NUMBER | TOTAL TAX | DATE PAID |
|------------------|------------------------|------------|
| 03011151418 | \$44.16 | 10/15/2003 |
| | 1st HALF TAX PAID | \$44.16 |
| | 1st HALF INTEREST PAID | \$0.00 |
| | 2nd HALF TAX PAID | \$0.00 |
| | 2nd HALF INTEREST PAID | \$0.00 |
| | SEIZURE FEES PAID | \$0.00 |
| | NSF FEE PAID | \$0.00 |
| | RECLAIMED REFUNDS PAID | \$0.00 |
| | *MHR | \$0.00 |
| | <hr/> | |
| | TOTAL PAID | \$44.16 |

*Mobile Home Relocation Fee - for Mobile Homes Only

THANK YOU FOR YOUR PAYMENT

Beth Ford
Pima County Treasurer
PIMA COUNTY, ARIZONA

RANCHO DE CANEJO WATER CO-OP

13000 W RUDASILL
TUCSON AZ 85743